COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MT.) CASE NO.
OLIVET NATURAL GAS COMPANY,) 7800-KK
INC.)

ORDER

On October 13, 1980, the Commission issued its Order in Case No. 7800 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On August 9, 1985, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective September 1, 1985, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Mt. Olivet's notice of August 9, 1985, set out certain revisions in rates which Mt. Olivet proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$3,925 or 9.28 cents per Mcf.

- (2) Transmission has filed an application for increased rates to become effective September 1, 1985, with the Federal Energy Regulatory Commission.
- (3) Mt. Olivet's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 7800, dated October 13, 1980, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after September 1, 1985. This adjustment is subject to refund because Transmission's increase is subject to refund.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after September 1, 1985, subject to refund.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Mt. Olivet shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 26th day of August, 1985.

PUBLIC SERVICE COMMISSION

Chairman Vice Chairman

Comissioner Commissioner

ATTEST:

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 7800-KK DATED 8/26/85

by Mt. Olivet Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Rates:	Monthly	
First	1,000 cu. ft. or less	\$7.11 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	5.3671
Next	5,000 cu. ft. per 1,000 cu. ft.	5.1671
Next	10,000 cu. ft. per 1,000 cu. ft.	5.0171
Over	20,000 cu. ft. per 1,000 cu. ft.	4.8171

The base rate for the future application of the purchased gas adjustment clause of Mt. Olivet Natural Gas Company, Inc., shall be:

			Demand	Commodity
Columbia Gas	Transmission	Corporation	-	\$4.0443 per Dth